

**Funding Commitment Adjustment Report for  
Form 471 Application Number: 254806**

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Funding Request Number:	633073
Services Ordered:	INTERNET ACCESS
SPIN:	143023033
Service Provider Name:	Morrow Development Corp
Contract Number:	N/A
Billing Account Number:	541-989-8202
Site Identifier:	145127
Original Funding Commitment:	\$1,145,376.00
Commitment Adjustment Amount:	\$1,145,376.00
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$1,145,376.00
Funds to be Recovered from Applicant:	\$1,145,376.00

**Funding Commitment Adjustment Explanation:**

After a thorough investigation, it has been determined that this funding commitment must be rescinded in full. During the course of review it was determined that service provider contact information appeared on the cited Form 470. The contact person on the cited Form 470 Application Number, 832810000329624, was Nate Arbogast. Nate Arbogast is also listed as the contact person for Arbogast Business Services and Computers and Arbogast Business Services and Computers was a service provider that participated in the competitive bidding process. FCC rules require applicants to submit a Form 470 to initiate the competitive bidding process, and to conduct a fair and open process. If the applicant has posted a Form 470 that contains contact information for a service provider that participates in the competitive bidding process, the applicant has violated this requirement, and FCC rules consider this Form 470 to be tainted. All Funding Requests that relate to this Form 470 are required to be denied because the Form 470 is tainted. Accordingly, the commitment has been rescinded in full and USAC will seek recovery of any disbursed funds.

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Funding Request Number:	633208
Services Ordered:	INTERNET ACCESS
SPIN:	143023033
Service Provider Name:	Morrow Development Corp
Contract Number:	N/A
Billing Account Number:	541-989-8202
Site Identifier:	145127
Original Funding Commitment:	\$262,705.04
Commitment Adjustment Amount:	\$262,705.04
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$262,705.04
Funds to be Recovered from Applicant:	\$262,705.04
Funding Commitment Adjustment Explanation:	

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Edie Allstott  
MORROW COUNTY SCHOOL DIST 1  
2001 S.W. Nye Ave.  
Pendleton, OR 97801



Universal Service Administrative Company

Schools & Libraries Division

**Notification of Commitment Adjustment Letter**

**Funding Year 2001: 7/01/2001 - 6/30/2002**

March 8, 2007

**Nate Arbogast**

**MORROW COUNTY SCHOOL DIST 1**

**270 W MAIN ST**

**LEXINGTON, OR 97839**

**Re: Form 471 Application Number: 247557**

**Funding Year: 2001**

**Applicant's Form Identifier: MCSD0102TEL**

**Billed Entity Number: 145127**

**FCC Registration Number: 0012534509**

**SPIN Name: Cingular Wireless**

**Service Provider Contact Person: Shandl Hodge**

Our routine review of Schools and Libraries Program funding commitments has revealed certain applications where funds were committed in violation of program rules.

In order to be sure that no funds are used in violation of program rules, the Universal Service Administrative Company (USAC) must now adjust your overall funding commitment. The purpose of this letter is to make the adjustments to your funding commitment required by program rules, and to give you an opportunity to appeal this decision. USAC has determined the applicant is responsible for all or some of the program rule violations. Therefore, the applicant is responsible to repay all or some of the funds disbursed in error (if any).

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1. Include the name, address, telephone number, fax number, and e-mail address (if available) for the person who can most readily discuss this appeal with us.
2. State outright that your letter is an appeal. Identify the date of the Notification of Commitment Adjustment Letter and the Funding Request Numbers you are appealing. Your letter of appeal must include the Billed Entity Name, the Form 471 Application Number, Billed Entity Number, and FCC Registration Number (FCC RN) from the top of your letter.
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The SLD is also sending this information to your service provider(s) for informational purposes. If USAC has determined the service provider is also responsible for any rule violation on these Funding Request Numbers, a separate letter will be sent to the service provider detailing the necessary service provider action.

Please note that if the Funds Disbursed to Date amount is less than the Adjusted Funding Commitment amount, USAC will continue to process properly filed invoices up to the Adjusted Funding Commitment amount. Please note the Funding Commitment Adjustment Explanation in the attached Report. It explains why the funding commitment is being reduced. Please ensure that any invoices that you or your service provider submit to USAC are consistent with program rules as indicated in the Funding Commitment Adjustment Explanation. If the Funds Disbursed to Date amount exceeds your Adjusted Funding Commitment amount, USAC will have to recover some or all of the disbursed funds. The Report explains the exact amount (if any) the applicant is responsible for repaying.

Schools and Libraries Division  
Universal Services Administrative Company

cc: Shandl Hodge  
Cingular Wireless

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**SITE IDENTIFIER:** The Entity Number listed in Form 471, Block 5, Item 22a. This number will only be present for "site specific" FRNs.

**ORIGINAL FUNDING COMMITMENT:** This represents the original amount of funding that SLD had reserved to reimburse you for the approved discounts for this service for this funding year.

**COMMITMENT ADJUSTMENT AMOUNT:** This represents the amount of funding that SLD has rescinded because of program rule violations.

**ADJUSTED FUNDING COMMITMENT:** This represents the adjusted total amount of funding that SLD has reserved to reimburse for the approved discounts for this service for this funding year. If this amount exceeds the Funds Disbursed to Date, the SLD will continue to process properly filed invoices up to the new commitment amount.

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**FUNDS TO BE RECOVERED FROM APPLICANT:** This represents the amount of improperly disbursed funds to date as a result of rule violation(s) for which the applicant has been determined to be responsible. These improperly disbursed funds will have to be recovered from the applicant.

**FUNDING COMMITMENT ADJUSTMENT EXPLANATION:** This entry provides an explanation of the reason the adjustment was made.



**Funding Commitment Adjustment Report for  
Form 471 Application Number: 247557**

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Funding Request Number:	628103
Services Ordered:	TELCOMM SERVICES
SPIN:	143025240
Service Provider Name:	Cingular Wireless
Contract Number:	MTM
Billing Account Number:	541-989-8202
Site Identifier:	145127
Original Funding Commitment:	\$1,957.37
Commitment Adjustment Amount:	\$1,957.37
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$1,957.27
Funds to be Recovered from Applicant:	\$1,957.27

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Edie Allstott  
MORROW COUNTY SCHOOL DIST 1  
2001 S.W. Nye Ave.  
Pendleton, OR 97801

**Notification of Commitment Adjustment Letter**

**Funding Year 2001: 7/01/2001 - 6/30/2002**

March 8, 2007

**Nate Arbogast  
MORROW COUNTY SCHOOL DIST 1  
270 W MAIN ST  
LEXINGTON, OR 97839**

**Re: Form 471 Application Number: 247557  
Funding Year: 2001  
Applicant's Form Identifier: MCSD0102TEL  
Billed Entity Number: 145127  
FCC Registration Number: 0012534509  
SPIN Name: Qwest Corporation  
Service Provider Contact Person: Gibert Archuleta**

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Schools and Libraries Division  
Universal Services Administrative Company

cc: Gibert Archuleta  
Qwest Corporation

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**ORIGINAL FUNDING COMMITMENT:** This represents the original amount of funding that SLD had reserved to reimburse you for the approved discounts for this service for this funding year.

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**FUNDS TO BE RECOVERED FROM APPLICANT:** This represents the amount of improperly disbursed funds to date as a result of rule violation(s) for which the applicant has been determined to be responsible. These improperly disbursed funds will have to be recovered from the applicant.

**FUNDING COMMITMENT ADJUSTMENT EXPLANATION:** This entry provides an explanation of the reason the adjustment was made.

**Funding Commitment Adjustment Report for  
Form 471 Application Number: 247557**

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Funding Request Number:	627104
Services Ordered:	TELCOMM SERVICES
SPIN:	143005231
Service Provider Name:	Qwest Corporation
Contract Number:	SRC-5515
Billing Account Number:	541-989-8202
Site Identifier:	145127
Original Funding Commitment:	\$32,472.00
Commitment Adjustment Amount:	\$32,472.00
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$19,322.27
Funds to be Recovered from Applicant:	\$19,322.27

**Funding Commitment Adjustment Explanation:**

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Funding Request Number:	628321
Services Ordered:	TELCOMM SERVICES
SPIN:	143005231
Service Provider Name:	Qwest Corporation
Contract Number:	T
Billing Account Number:	541-989-8202
Site Identifier:	145127
Original Funding Commitment:	\$8,364.00
Commitment Adjustment Amount:	\$8,364.00
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$5,598.07
Funds to be Recovered from Applicant:	\$5,598.07
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2001 S.W. Nye Ave.  
Pendleton, OR 97801

**Notification of Commitment Adjustment Letter**

**Funding Year 2001: 7/01/2001 - 6/30/2002**

March 8, 2007

**Nate Arbogast  
MORROW COUNTY SCHOOL DIST 1  
270 W MAIN ST  
LEXINGTON, OR 97839**

**Re: Form 471 Application Number: 247557  
Funding Year: 2001  
Applicant's Form Identifier: MCSD0102TEL  
Billed Entity Number: 145127  
FCC Registration Number: 0012534509  
SPIN Name: CenturyTel of Eastern Oregon, Inc.  
Service Provider Contact Person: Cecil Lipscomb**

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Schools and Libraries Division  
Universal Services Administrative Company

cc: Cecil Lipscomb  
CenturyTel of Eastern Oregon, Inc.

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**ORIGINAL FUNDING COMMITMENT:** This represents the original amount of funding that SLD had reserved to reimburse you for the approved discounts for this service for this funding year.

**COMMITMENT ADJUSTMENT AMOUNT:** This represents the amount of funding that SLD has rescinded because of program rule violations.

**ADJUSTED FUNDING COMMITMENT:** This represents the adjusted total amount of funding that SLD has reserved to reimburse for the approved discounts for this service for this funding year. If this amount exceeds the Funds Disbursed to Date, the SLD will continue to process properly filed invoices up to the new commitment amount.

**FUNDS DISBURSED TO DATE:** This represents the total funds that have been paid to the identified service provider for this FRN as of the date of this letter.

**FUNDS TO BE RECOVERED FROM APPLICANT:** This represents the amount of improperly disbursed funds to date as a result of rule violation(s) for which the applicant has been determined to be responsible. These improperly disbursed funds will have to be recovered from the applicant.

**FUNDING COMMITMENT ADJUSTMENT EXPLANATION:** This entry provides an explanation of the reason the adjustment was made.



**Funding Commitment Adjustment Report for  
Form 471 Application Number: 247557**

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Funding Request Number:	628701
Services Ordered:	TELCOMM SERVICES
SPIN:	143012974
Service Provider Name:	CenturyTel of Eastern Oregon, Inc.
Contract Number:	T
Billing Account Number:	541-989-8202
Site Identifier:	145127
Original Funding Commitment:	\$16,728.00
Commitment Adjustment Amount:	\$16,728.00
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$15,347.95
Funds to be Recovered from Applicant:	\$15,347.95

**Funding Commitment Adjustment Explanation:**

After a thorough investigation, it has been determined that this funding commitment must be rescinded in full. During the course of review it was determined that service provider contact information appeared on the cited Form 470. The contact person on the cited Form 470 Application Number, 832810000329624, was Nate Arbogast. Nate Arbogast is also listed as the contact person for Arbogast Business Services and Computers and Arbogast Business Services and Computers was a service provider that participated in the competitive bidding process. FCC rules require applicants to submit a Form 470 to initiate the competitive bidding process, and to conduct a fair and open process. If the applicant has posted a Form 470 that contains contact information for a service provider that participates in the competitive bidding process, the applicant has violated this requirement, and FCC rules consider this Form 470 to be tainted. All Funding Requests that relate to this Form 470 are required to be denied because the Form 470 is tainted. Accordingly, the commitment has been rescinded in full and USAC will seek recovery of any disbursed funds.

**PLEASE SEND A COPY OF THIS PAGE WITH YOUR  
CHECK TO ENSURE TIMELY PROCESSING**

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Funding Request Number:	628804
Services Ordered:	TELCOMM SERVICES
SPIN:	143012974
Service Provider Name:	CenturyTel of Eastern Oregon, Inc.
Contract Number:	T
Billing Account Number:	541-989-8202
Site Identifier:	145127
Original Funding Commitment:	\$41,328.00
Commitment Adjustment Amount:	\$41,328.00
Adjusted Funding Commitment:	\$0.00
Funds Disbursed to Date:	\$0.00
Funds to be Recovered from Applicant:	\$0.00
Funding Commitment Adjustment Explanation:	

After a thorough investigation, it has been determined that this funding commitment must be rescinded in full. During the course of review it was determined that service provider contact information appeared on the cited Form 470. The contact person on the cited Form 470 Application Number, 832810000329624, was Nate Arbogast. Nate Arbogast is also listed as the contact person for Arbogast Business Services and Computers and Arbogast Business Services and Computers was a service provider that participated in the competitive bidding process. FCC rules require applicants to submit a Form 470 to initiate the competitive bidding process, and to conduct a fair and open process. If the applicant has posted a Form 470 that contains contact information for a service provider that participates in the competitive bidding process, the applicant has violated this requirement, and FCC rules consider this Form 470 to be tainted. All Funding Requests that relate to this Form 470 are required to be denied because the Form 470 is tainted. Accordingly, the commitment has been rescinded in full and USAC will seek recovery of any disbursed funds.

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CHECK TO ENSURE TIMELY PROCESSING**

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Commit ady letters

Edie Allstott  
MORROW COUNTY SCHOOL DIST 1  
2001 S.W. Nye Ave.  
Pendleton, OR 97801



Universal Service Administrative Company

Schools & Libraries Division

**Notification of Commitment Adjustment Letter**

**Funding Year 2001: 7/01/2001 - 6/30/2002**

March 8, 2007

**Nate Arbogast  
MORROW COUNTY SCHOOL DIST 1  
270 W MAIN ST  
LEXINGTON, OR 97839**

**Re: Form 471 Application Number: 247557**  
**Funding Year: 2001**  
**Applicant's Form Identifier: MCSD0102TEL**  
**Billed Entity Number: 145127**  
**FCC Registration Number: 0012534509**  
**SPIN Name: Shared Communications Services, Inc.**  
**Service Provider Contact Person: Sydney Olderbak**

Our routine review of Schools and Libraries Program funding commitments has revealed certain applications where funds were committed in violation of program rules.

In order to be sure that no funds are used in violation of program rules, the Universal Service Administrative Company (USAC) must now adjust your overall funding commitment. The purpose of this letter is to make the adjustments to your funding commitment required by program rules, and to give you an opportunity to appeal this decision. USAC has determined the applicant is responsible for all or some of the program rule violations. Therefore, the applicant is responsible to repay all or some of the funds disbursed in error (if any).

This is NOT a bill. If recovery of disbursed funds is required, the next step in the recovery process is for USAC to issue you a Demand Payment Letter. The balance of the debt will be due within 30 days of the Demand Payment Letter. Failure to pay the debt within 30 days from the date of the Demand Payment Letter could result in interest, late payment fees, administrative charges and implementation of the "Red Light Rule." Please see the "Informational Notice to All Universal Service Fund Contributors, Beneficiaries, and Service Providers" at <http://www.universalservice.org/fund-administration/tools/latest-news.aspx#083104> for more information regarding the consequences of not paying the debt in a timely manner.



## TO APPEAL THIS DECISION:

If you wish to appeal the Commitment Adjustment Decision indicated in this letter, your appeal must be received or postmarked within 60 days of the date of this letter. Failure to meet this requirement will result in automatic dismissal of your appeal. In your letter of appeal:

1. Include the name, address, telephone number, fax number, and e-mail address (if available) for the person who can most readily discuss this appeal with us.
2. State outright that your letter is an appeal. Identify the date of the Notification of Commitment Adjustment Letter and the Funding Request Numbers you are appealing. Your letter of appeal must include the Billed Entity Name, the Form 471 Application Number, Billed Entity Number, and FCC Registration Number (FCC RN) from the top of your letter.
3. When explaining your appeal, copy the language or text from the Notification of Commitment Adjustment Letter that is the subject of your appeal to allow the SLD to more readily understand your appeal and respond appropriately. Please keep your letter specific and brief, and provide documentation to support your appeal. Be sure to keep copies of your correspondence and documentation.
4. Provide an authorized signature on your letter of appeal.

If you are submitting your appeal electronically, please send your appeal to [appeals@sl.universalservice.org](mailto:appeals@sl.universalservice.org) using your organization's e-mail. If you are submitting your appeal on paper, please send your appeal to: Letter of Appeal, Schools and Libraries Division, Dept. 125 - Correspondence Unit, 100 South Jefferson Road, Whippany, NJ 07981. Additional options for filing an appeal can be found in the "Appeals Procedure" posted in the Appeals Area of the SLD section of the USAC web site or by contacting the Client Service Bureau at 1-888-203-8100. We strongly recommend that you use the electronic appeals options.

While we encourage you to resolve your appeal with the SLD first, you have the option of filing an appeal directly with the Federal Communications Commission (FCC). You should refer to CC Docket No. 02-6 on the first page of your appeal to the FCC. Your appeal must be received or postmarked within 60 days of the date of this letter. Failure to meet this requirement will result in automatic dismissal of your appeal. If you are submitting your appeal via United States Postal Service, send to: FCC, Office of the Secretary, 445 12th Street SW, Washington, DC 20554. Further information and options for filing an appeal directly with the FCC can be found in the "Appeals Procedure" posted in the Reference Area of the SLD section of the USAC web site, or by contacting the Client Service Bureau. We strongly recommend that you use the electronic filing options.

## FUNDING COMMITMENT ADJUSTMENT REPORT

On the pages following this letter, we have provided a Funding Commitment Adjustment Report (Report) for the Form 471 application cited above. The enclosed Report includes the Funding Request Number(s) from your application for which adjustments are necessary. Immediately preceding the Report, you will find a guide that defines each line of the Report.